

FISCAL NOTE

HB 2758 - SB 2713

February 10, 2004

SUMMARY OF BILL: Exempts from taxation property owned by a religious, charitable, scientific or nonprofit educational institution used solely as a parking garage for a metropolitan government hospital and the staffing for such hospital by a medical and dental school. Specifies that the owning institution may receive rent for the operation of the garage to pay debt service and other costs. Specifies that provisions apply retroactively to January 1, 1998.

ESTIMATED FISCAL IMPACT:

**Forgo Local Govt. Revenues - \$358,000 One-Time
\$61,800 Recurring**

Estimate assumes:

- provisions currently apply only to Meharry Medical College in Davidson County.
- the value of the Meharry garage is about \$4.5 million and is assessed at 40%. Current law permits a 25% exemption.
- amount of taxes under appeal for tax years 1998-2003 is approximately \$358,000.
- affected local government will forgo property tax revenues as a result of an annual exemption of \$61,800 based on the 2003 rate of \$4.58/\$100 of assessed value less the current 25% exemption.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

